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OGC 70-0627

23 April 1970

MEMORANDUM FOR: Chief, Special Support Center, OC-SPD

SUBJECT : Request for Conflict of Interest Review -

[REDACTED]

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1. This is in response to the request for our views on the conflict of interest question posed by [REDACTED] duties and the activities of a private corporation of which he is one of three owners. [REDACTED] share of the company is 10 percent and he works for the company for no pay.

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2. From the papers forwarded with your memorandum of 6 April 1970 and [REDACTED] memorandum of the same date and from my conversation with [REDACTED] the problem is as follows. [REDACTED]

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[REDACTED] One of the functions of the [REDACTED] is to coordinate and perform support maintenance for certain systems which the [REDACTED]

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[REDACTED] utilizes. In performing this duty [REDACTED] was the project engineer in the development of the [REDACTED] developed for the [REDACTED] by [REDACTED]

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[REDACTED] under contract with the Agency to maintain the equipment, has subcontracted that function to [REDACTED]

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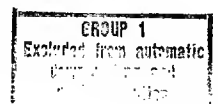
[REDACTED] and one other man have formed a corporation and [REDACTED] has assigned to the corporation the contract he had received from [REDACTED]

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[REDACTED] suggests that if necessary to avoid a situation in which there is a conflict of interest, the duties performed by him and his section, with respect to this equipment, could be assigned to another component.

OGC Has Reviewed

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25X1A 3. The facts indicate the existence of one of the more common
25X1A forms of a conflict of interest -- a Government employee whose
Government duties are to administer or work on a contract which
the Government has with a company in which he has a financial
interest. The conflict of interest statutes prohibits just such situa-
tions and if [] were to engage in both of these activities
he would be in violation of the Statute. As he suggests, an appro-
25X1A priate change in his duties could avoid the conflict, but the []
[] of course, may or may not find it practicable or
desirable to reassign duties in this manner.

25X1A 4. [] memorandum of 6 April has pointed out
25X1A that the principals in the new corporation are also under contract
with the [] We are, therefore, forward-
ing to that office a copy of this memorandum. 25X1A

[]
Associate General Counsel

cc: AD/OCS

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Distribution:

Orig. & 1 - Adse.

1 - Conflict of Interest subj. file ✓

25X1A 1 - [] signer

1 - Chrono

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